

Senate Study Bill 3235

SENATE/HOUSE FILE _____
BY (PROPOSED GOVERNOR'S
BUDGET BILL)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to and making appropriations to the department of
2 cultural affairs, the department of economic development,
3 certain board of regents institutions, the department of
4 workforce development, the Iowa finance authority, and the
5 public employment relations board, and related matters.
6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
7 TLSB 5013XG 82
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1 1 Section 1. DEPARTMENT OF CULTURAL AFFAIRS. There is
1 2 appropriated from the general fund of the state to the
1 3 department of cultural affairs for the fiscal year beginning
1 4 July 1, 2008, and ending June 30, 2009, the following amounts,
1 5 or so much thereof as is necessary, to be used for the
1 6 purposes designated:
1 7 1. ADMINISTRATION
1 8 For salaries, support, maintenance, and miscellaneous
1 9 purposes:
1 10 \$ 255,418
1 11 The department of cultural affairs shall coordinate
1 12 activities with the tourism office of the department of
1 13 economic development to promote attendance at the state
1 14 historical building and at this state's historic sites.
1 15 2. COMMUNITY CULTURAL GRANTS
1 16 For planning and programming for the community cultural
1 17 grants program established under section 303.3:
1 18 \$ 299,240
1 19 3. HISTORICAL DIVISION
1 20 For salaries, support, maintenance, and miscellaneous
1 21 purposes:
1 22 \$ 3,763,782
1 23 From the moneys appropriated under this subsection, the
1 24 department shall use \$100,000 for purposes of administering
1 25 chapter 404A.
1 26 From the moneys appropriated under this subsection, the
1 27 department shall use \$50,000 for purposes of planning
1 28 commemoration activities for the sesquicentennial anniversary
1 29 of the civil war and Iowa's participation in the civil war.
1 30 Such activities may include activities in Iowa, activities
1 31 through partnerships with other states, and activities on a
1 32 national level.
1 33 4. HISTORIC SITES
1 34 For salaries, support, maintenance, and miscellaneous
1 35 purposes:
2 1 \$ 576,395
2 2 5. ARTS DIVISION
2 3 For salaries, support, maintenance, and miscellaneous
2 4 purposes, including funds to match federal grants:
2 5 \$ 1,246,392
2 6 6. GREAT PLACES
2 7 For salaries, support, maintenance, and miscellaneous
2 8 purposes:
2 9 \$ 322,231
2 10 7. ARCHIVE IOWA GOVERNORS' RECORDS
2 11 For archiving the records of Iowa governors:
2 12 \$ 82,171
2 13 8. RECORDS CENTER RENT
2 14 For payment of rent for the state records center:
2 15 \$ 185,768
2 16 9. BATTLE FLAG PRESERVATION

2 17 For continuation of the project recommended by the Iowa
2 18 battle flag advisory committee to stabilize the condition of
2 19 the battle flag collection:
2 20 \$ 220,000
2 21 Notwithstanding section 8.33, moneys appropriated in this
2 22 subsection that remain unencumbered or unobligated at the
2 23 close of the fiscal year shall not revert but shall remain
2 24 available for the purpose designated until the close of the
2 25 fiscal year that begins July 1, 2010, or until the project for
2 26 which the appropriation was made is completed, whichever is
2 27 earlier.

2 28 10. HISTORICAL SITE PRESERVATION GRANTS
2 29 For historical site preservation grants to be used for the
2 30 restoration, preservation, and development of historic sites:
2 31 \$ 1,000,000
2 32 Notwithstanding section 8.33, moneys appropriated in this
2 33 subsection that remain unencumbered or unobligated at the
2 34 close of the fiscal year shall not revert but shall remain
2 35 available for the purposes designated until the close of the
3 1 fiscal year that begins July 1, 2012, or until the project for
3 2 which the appropriation was made is completed, whichever is
3 3 earlier.

3 4 In making grants pursuant to this subsection, the
3 5 department shall consider the existence and amount of other
3 6 funds available to an applicant for the designated project. A
3 7 grant awarded from moneys appropriated in this subsection
3 8 shall not exceed \$100,000 per project. Not more than two
3 9 grants may be awarded in the same county.

3 10 11. KIMBALL ORGAN REPAIRS
3 11 For repairs to the historic Kimball organ located in
3 12 Clermont, Iowa:
3 13 \$ 80,000
3 14 Notwithstanding section 8.33, moneys appropriated in this
3 15 subsection that remain encumbered or unobligated at the close
3 16 of the fiscal year shall not revert but shall remain available
3 17 for the purposes designated until the close of the fiscal year
3 18 that begins July 1, 2011, or until the project for which the
3 19 appropriation was made is completed, whichever is earlier.

3 20 Sec. 2. GOALS AND ACCOUNTABILITY == ECONOMIC DEVELOPMENT.
3 21 1. The goals for the department of economic development
3 22 shall be to expand and stimulate the state economy, increase
3 23 the wealth of Iowans, and increase the population of the
3 24 state.

3 25 2. To achieve the goals in subsection 1, the department of
3 26 economic development shall do all of the following:
3 27 a. Concentrate its efforts on programs and activities that
3 28 result in commercially viable products and services.
3 29 b. Adopt practices and services consistent with free
3 30 market, private sector philosophies.
3 31 c. Ensure economic growth and development throughout the
3 32 state.

3 33 Sec. 3. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is
3 34 appropriated from the general fund of the state to the
3 35 department of economic development for the fiscal year
4 1 beginning July 1, 2008, and ending June 30, 2009, the
4 2 following amounts, or so much thereof as is necessary, to be
4 3 used for the purposes designated:
4 4 1. ECONOMIC DEVELOPMENT OPERATIONS
4 5 a. For general administration, salaries, support,
4 6 maintenance, miscellaneous purposes, programs, for transfer to
4 7 the Iowa state commission grant program, for business
4 8 development operations and programs, the film office,
4 9 international trade, export assistance, workforce recruitment,
4 10 the partner state program, for transfer to the strategic
4 11 investment fund, for transfer to the value-added agricultural
4 12 product and process financial assistance fund, innovation and
4 13 commercialization operations, for transfer to the targeted
4 14 industry financial assistance account, for the targeted small
4 15 business program, for community economic development programs,
4 16 tourism operations and advertising, community assistance, the
4 17 main street and rural main street programs, the
4 18 school-to-career program, the community development block
4 19 grant, and housing and shelter-related programs:
4 20 \$ 18,075,000
4 21 b. The department shall work with businesses and
4 22 communities to continually improve the economic development
4 23 climate along with the economic well-being and quality of life
4 24 for Iowans. The administration division shall coordinate with
4 25 other state agencies to ensure that all state departments are
4 26 attentive to the needs of an entrepreneurial culture.
4 27 c. The department shall establish a strong and aggressive

4 28 marketing image to showcase Iowa's workforce, existing
4 29 industry, and potential. A priority shall be placed on
4 30 recruiting new businesses, business expansion, and retaining
4 31 existing Iowa businesses. Emphasis shall also be placed on
4 32 entrepreneurial development through helping to secure capital
4 33 for entrepreneurs, and developing networks and a business
4 34 climate conducive to entrepreneurs and small business.

4 35 d. From the moneys appropriated in this subsection, the
5 1 department may provide financial assistance in the form of
5 2 grants, loans, or forgivable loans for advanced research and
5 3 commercialization projects involving value-added agriculture,
5 4 advanced technology, or biotechnology.

5 5 e. The department shall encourage development of
5 6 communities and quality of life to foster economic growth.
5 7 The department shall prepare communities for future growth and
5 8 development through development, expansion, and modernization
5 9 of infrastructure.

5 10 f. The department shall develop public-private
5 11 partnerships with Iowa businesses in the tourism industry,
5 12 Iowa tour groups, Iowa tourism organizations, and political
5 13 subdivisions in this state to assist in the development of
5 14 advertising efforts. The department shall, to the fullest
5 15 extent possible, develop cooperative efforts for advertising
5 16 with contributions from other sources.

5 17 Notwithstanding section 8.33, moneys appropriated in this
5 18 subsection that remain unencumbered or unobligated at the
5 19 close of the fiscal year shall not revert to any fund but
5 20 shall remain available for expenditure for the designated
5 21 purposes during the succeeding fiscal year.

5 22 2. For allocating moneys for the world food prize:
5 23 \$ 450,000

5 24 Sec. 4. RURAL COMMUNITY 2000 PROGRAM. There is
5 25 appropriated from loan repayments on loans made under the
5 26 former rural community 2000 program, sections 15.281 through
5 27 15.288, Code 2001, to the department of economic development
5 28 for the fiscal year beginning July 1, 2008, and ending June
5 29 30, 2009, any funds available in the rural community 2000
5 30 fund. Moneys appropriated under this section shall be used
5 31 for providing financial assistance to Iowa's councils of
5 32 governments that provide technical and planning assistance to
5 33 local governments.

5 34 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
5 35 collected by the division of insurance in excess of the
6 1 anticipated gross revenues under section 505.7, subsection 3,
6 2 during the fiscal year beginning July 1, 2008, \$100,000 shall
6 3 be transferred to the department of economic development for
6 4 insurance economic development and international insurance
6 5 economic development.

6 6 Sec. 6. GREEN STREETS PILOT PROGRAM FUNDS
6 7 From the moneys appropriated to the department of economic
6 8 development for the fiscal year beginning July 1, 2008, and
6 9 ending June 30, 2009, pursuant to section 15G.111, subsection
6 10 1, paragraph "a", subparagraph (4), the department shall
6 11 allocate \$500,000 to a green streets pilot program to provide
6 12 technical assistance, grants, and other activities related to
6 13 green design, green economy, green housing, and energy
6 14 efficiency.

6 15 Sec. 7. ALLOCATION OF CERTAIN MONEYS FROM LOAN REPAYMENTS
6 16 AND OTHER RECAPTURES. For the fiscal year beginning July 1,
6 17 2008, and ending June 30, 2009, the department of economic
6 18 development may expend additional moneys that may become
6 19 available from loan repayments or other recaptures of awards
6 20 from federal economic stimulus funds for implementation of the
6 21 recommendations provided in separate consultant reports on
6 22 bioscience, advanced manufacturing, information technology,
6 23 and entrepreneurship submitted to the department of economic
6 24 development in the calendar years 2004, 2005, and 2006. The
6 25 additional moneys may be expended as follows: For study,
6 26 planning, creation, and maintenance of a statewide lean
6 27 manufacturing institute for executive level training
6 28 assistance to manufacturing companies; for the study,
6 29 planning, creation, and maintenance of a statewide supplier
6 30 capacity and product database; for commercialization of
6 31 orphaned technology as provided in section 15.411, subsection
6 32 4; for information technology job training as provided in
6 33 section 15.411, subsection 5; for the targeted industries
6 34 internship program as provided in section 15.411, subsection
6 35 6; for sponsorship of student competitions in the areas of
7 1 advanced manufacturing, biosciences, information technology,
7 2 and entrepreneurial development; for sponsorship of
7 3 connectivity events to facilitate technology transfer; for

4 out-of-state recruitment of personnel to fill management and
operational needs of new and expanding companies in the
targeted industries; for a statewide public awareness campaign
to educate Iowans about career opportunities in the targeted
industries; for deployment of equipment and training software
to Iowa's community colleges for use in training programs
related to the targeted industries.

Sec. 8. REGIONAL SPORTS AUTHORITIES == COMMUNITY COLLEGE
WORKFORCE TRAINING AND ECONOMIC DEVELOPMENT FUNDS. There is
appropriated from the general fund of the state to the
department of economic development for the fiscal year
beginning July 1, 2008, and ending June 30, 2009, the
following amounts, or so much thereof as is necessary, to be
used for the purposes designated:

1. For equal distribution to regional sports authority
districts certified by the department pursuant to section
15E.321:
..... \$ 500,000

2. For deposit into the workforce training and economic
development funds created for each community college in
section 260C.18A:
..... \$ 2,000,000

Sec. 9. WORKFORCE DEVELOPMENT FUND. There is appropriated
from the general fund of the state to the workforce
development fund created in section 15.343 for the fiscal year
beginning July 1, 2008, and ending June 30, 2009, the
following amount, for the purposes of the workforce
development fund:
..... \$ 4,000,000

Sec. 10. WORKFORCE DEVELOPMENT ADMINISTRATION. From funds
appropriated or transferred to or receipts credited to the
workforce development fund created in section 15.343, up to
\$400,000 for the fiscal year beginning July 1, 2008, and
ending June 30, 2009, may be used for the administration of
workforce development activities including salaries, support,
maintenance, and miscellaneous purposes.

Sec. 11. JOB TRAINING FUND. Notwithstanding section
15.251, all remaining moneys in the job training fund on July
1, 2008, and any moneys appropriated or credited to the fund
during the fiscal year beginning July 1, 2008, shall be
transferred to the workforce development fund established
pursuant to section 15.343.

Sec. 12. IOWA FINANCE AUTHORITY. There is appropriated
from the general fund of the state to the Iowa finance
authority for the fiscal year beginning July 1, 2008, and
ending June 30, 2009, the following amount, or so much thereof
as is necessary, to be used for the purpose designated:

For the entrepreneurs with disabilities program:
..... \$ 200,000

Sec. 13. HOUSING TRUST FUND. There is appropriated from
the general fund of the state to the Iowa finance authority
for the fiscal year beginning July 1, 2008, and ending June
30, 2009, the following amount, or so much thereof as is
necessary, to be used for the purpose designated:

For deposit into the housing trust fund created in section
16.181:
..... \$ 2,500,000

Sec. 14. IOWA STATE UNIVERSITY.

1. There is appropriated from the general fund of the
state to Iowa state university of science and technology for
the fiscal year beginning July 1, 2008, and ending June 30,
2009, the following amount, or so much thereof as is
necessary, to be used for small business development centers,
the science and technology research park, and the institute
for physical research and technology:
..... \$ 2,789,625

2. Of the moneys appropriated in subsection 1, Iowa state
university of science and technology shall allocate at least
\$900,000 for purposes of funding small business development
centers. Iowa state university of science and technology may
allocate moneys appropriated in subsection 1 to the various
small business development centers in any manner necessary to
achieve the purposes of this subsection.

3. Iowa state university of science and technology shall
do all of the following:

a. Direct expenditures for research toward projects that
will provide economic stimulus for Iowa.

b. Provide emphasis to providing services to Iowa-based
companies.

4. It is the intent of the general assembly that the
industrial incentive program focus on Iowa industrial sectors

9 15 and seek contributions and in-kind donations from businesses,
 9 16 industrial foundations, and trade associations, and that
 9 17 moneys for the institute for physical research and technology
 9 18 industrial incentive program shall be allocated only for
 9 19 projects which are matched by private sector moneys for
 9 20 directed contract research or for nondirected research. The
 9 21 match required of small businesses as defined in section
 9 22 15.102, subsection 4, for directed contract research or for
 9 23 nondirected research shall be \$1 for each \$3 of state funds.
 9 24 The match required for other businesses for directed contract
 9 25 research or for nondirected research shall be \$1 for each \$1
 9 26 of state funds. The match required of industrial foundations
 9 27 or trade associations shall be \$1 for each \$1 of state funds.
 9 28 Iowa state university of science and technology shall
 9 29 report annually to the joint appropriations subcommittee on
 9 30 economic development and the legislative services agency the
 9 31 total amount of private contributions, the proportion of
 9 32 contributions from small businesses and other businesses, and
 9 33 the proportion for directed contract research and nondirected
 9 34 research of benefit to Iowa businesses and industrial sectors.
 9 35 Notwithstanding section 8.33, moneys appropriated in this
 10 1 section that remain unencumbered or unobligated at the close
 10 2 of the fiscal year shall not revert but shall remain available
 10 3 for expenditure for the purposes designated until the close of
 10 4 the succeeding fiscal year.
 10 5 Sec. 15. UNIVERSITY OF IOWA.
 10 6 1. There is appropriated from the general fund of the
 10 7 state to the state university of Iowa for the fiscal year
 10 8 beginning July 1, 2008, and ending June 30, 2009, the
 10 9 following amount, or so much thereof as is necessary, to be
 10 10 used for the state university of Iowa research park and for
 10 11 the advanced drug development program at the Oakdale research
 10 12 park, including salaries, support, maintenance, equipment, and
 10 13 miscellaneous purposes:
 10 14 \$ 259,206
 10 15 2. The state university of Iowa shall do all of the
 10 16 following:
 10 17 a. Direct expenditures for research toward projects that
 10 18 will provide economic stimulus for Iowa.
 10 19 b. Provide emphasis to providing services to Iowa-based
 10 20 companies.
 10 21 3. Notwithstanding section 8.33, moneys appropriated in
 10 22 this section that remain unencumbered or unobligated at the
 10 23 close of the fiscal year shall not revert but shall remain
 10 24 available for expenditure for the purposes designated until
 10 25 the close of the succeeding fiscal year.
 10 26 Sec. 16. UNIVERSITY OF NORTHERN IOWA.
 10 27 1. There is appropriated from the general fund of the
 10 28 state to the university of northern Iowa for the fiscal year
 10 29 beginning July 1, 2008, and ending June 30, 2009, the
 10 30 following amount, or so much thereof as is necessary, to be
 10 31 used for the metal casting institute, for the MyEntreNet
 10 32 internet application, and for the institute of decision
 10 33 making, including salaries, support, maintenance, and
 10 34 miscellaneous purposes:
 10 35 \$ 578,608
 11 1 2. The university of northern Iowa shall do all of the
 11 2 following:
 11 3 a. Direct expenditures for research toward projects that
 11 4 will provide economic stimulus for Iowa.
 11 5 b. Provide emphasis to providing services to Iowa-based
 11 6 companies.
 11 7 3. From the moneys appropriated in this section, the
 11 8 university of northern Iowa shall use at least \$200,000 for
 11 9 purposes of expanding the service area of the MyEntreNet
 11 10 internet application.
 11 11 4. Notwithstanding section 8.33, moneys appropriated in
 11 12 this section that remain unencumbered or unobligated at the
 11 13 close of the fiscal year shall not revert but shall remain
 11 14 available for expenditure for the purposes designated until
 11 15 the close of the succeeding fiscal year.
 11 16 Sec. 17. BOARD OF REGENTS REPORT. The state board of
 11 17 regents shall submit a report on the progress of regents
 11 18 institutions in meeting the strategic plan for technology
 11 19 transfer and economic development to the secretary of the
 11 20 senate, the chief clerk of the house of representatives, and
 11 21 the legislative services agency by January 15, 2009.
 11 22 Sec. 18. DEPARTMENT OF WORKFORCE DEVELOPMENT.
 11 23 1. There is appropriated from the general fund of the
 11 24 state to the department of workforce development for the
 11 25 fiscal year beginning July 1, 2008, and ending June 30, 2009,

the following amount, or so much thereof as is necessary, for
the division of labor services, the division of workers'
compensation, salaries, support, maintenance, and
miscellaneous purposes:
..... \$ 6,989,106
Of the moneys appropriated in this subsection, the
department shall allocate at least \$75,000 for a certificate
of employability program.
Of the moneys appropriated in this subsection, the
department shall allocate at least \$750,000 to conduct a
workforce assessment and job vacancy surveys.
2. There is appropriated from the general fund of the
state to the department of workforce development for the
fiscal year beginning July 1, 2008, and ending June 30, 2009,
the following amount, or so much thereof as is necessary, to
be used for the purpose designated:
For the operation of field offices, including the workforce
development state and regional boards and new Iowans centers:
..... \$ 8,768,970
Of the moneys appropriated in this subsection, the
department shall allocate at least \$660,000 for the new Iowan
centers.
Of the moneys appropriated in this subsection, the
department shall allocate at least \$375,000 for a new offender
reentry program.
3. From the contractor registration fees, the division of
labor services shall reimburse the department of inspections
and appeals for all costs associated with hearings under
chapter 91C, relating to contractor registration.
4. The division of workers' compensation shall continue
charging a \$65 filing fee for workers' compensation cases.
The filing fee shall be paid by the petitioner of a claim.
However, the fee can be taxed as a cost and paid by the losing
party, except in cases where it would impose an undue hardship
or be unjust under the circumstances. The moneys generated by
the filing fee allowed under this subsection are appropriated
to the department of workforce development to be used for
purposes of administering the division of workers'
compensation.
5. The department of workforce development shall maintain
new Iowans centers that offer one-stop services to deal with
the multiple issues related to immigration and employment.
The centers shall be designed to support workers, businesses,
and communities with information, referrals, job placement
assistance, translation, language training, and resettlement,
as well as technical and legal assistance on such issues as
forms and documentation. Through the coordination of local,
state, and federal service providers, and through the
development of partnerships with public, private, and
nonprofit entities with established records of international
service, these centers shall seek to provide a seamless
service delivery system for new Iowans.
6. Notwithstanding section 8.33, moneys appropriated in
this section that remain unencumbered or unobligated at the
close of the fiscal year shall not revert but shall remain
available for expenditure for the purposes designated until
the close of the succeeding fiscal year.
Sec. 19. ACCOUNTABILITY == AUDIT.
1. The department of workforce development shall establish
accountability measures for all subcontractors. By January
15, 2009, the department shall submit a written report to the
chairpersons and ranking members of the joint appropriations
subcommittee on economic development which shall include a
list of contracts held by the department and accountability
measures in effect for each contract.
2. The auditor of state shall annually conduct an audit of
the department of workforce development and shall report the
findings of such annual audit, including the accountability of
programs of the department, to the chairpersons and ranking
members of the joint appropriations subcommittee on economic
development. The department shall pay for the costs
associated with the audit.
3. The legislative services agency shall conduct an annual
review of salaries paid to employees of entities organized
under chapter 28E agreements and salaries paid under a
contract with the department of workforce development. The
legislative services agency shall report its findings to the
chairpersons and ranking members of the joint appropriations
subcommittee on economic development.
Sec. 20. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
appropriated from the special employment security contingency

14 2 fund to the department of workforce development for the fiscal
14 3 year beginning July 1, 2008, and ending June 30, 2009, the
14 4 following amounts, or so much thereof as is necessary, for the
14 5 purposes designated:
14 6 For the division of workers' compensation, salaries,
14 7 support, maintenance, and miscellaneous purposes:
14 8 \$ 471,000
14 9 Any remaining additional penalty and interest revenue may
14 10 be allocated and used to accomplish the mission of the
14 11 department.
14 12 Sec. 21. UNEMPLOYMENT COMPENSATION RESERVE FUND.
14 13 Notwithstanding section 96.9, subsection 8, paragraph "e",
14 14 there is appropriated from interest earned on the unemployment
14 15 compensation reserve fund to the department of workforce
14 16 development for the fiscal year beginning July 1, 2008, and
14 17 ending June 30, 2009, the following amount for the operation
14 18 of the workforce system:
14 19 \$ 5,800,000
14 20 Sec. 22. SKILLS TRAINING AND ASSESSMENT. There is
14 21 appropriated from the general fund of the state to the
14 22 department of workforce development for the fiscal year
14 23 beginning July 1, 2008, and ending June 30, 2009, the
14 24 following amounts, or so much thereof as is necessary, to be
14 25 used for the purposes designated:
14 26 1. For an integrated basic education and skills training
14 27 program:
14 28 \$ 500,000
14 29 2. For a statewide standard skills assessment:
14 30 \$ 500,000
14 31 Sec. 23. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
14 32 appropriated from the general fund of the state to the public
14 33 employment relations board for the fiscal year beginning July
14 34 1, 2008, and ending June 30, 2009, the following amount, or so
14 35 much thereof as is necessary, for the purposes designated:
15 1 For salaries, support, maintenance, and miscellaneous
15 2 purposes:
15 3 \$ 1,233,283
15 4 Sec. 24. VALUE-ADDED AGRICULTURAL PRODUCTS AND PROCESSES
15 5 FINANCIAL ASSISTANCE FUND MONEYS. The office of renewable
15 6 fuels and coproducts may apply to the department of economic
15 7 development for moneys in the value-added agricultural
15 8 products and processes financial assistance fund for deposit
15 9 in the renewable fuels and coproducts fund created in section
15 10 159A.7.
15 11 Sec. 25. IOWA FINANCE AUTHORITY AUDIT. The auditor of
15 12 state is requested to review the audit of the Iowa finance
15 13 authority performed by the auditor hired by the authority.
15 14 Sec. 26. APPLICATION FOR DEPARTMENT OF ECONOMIC
15 15 DEVELOPMENT MONEYS. For the fiscal year beginning July 1,
15 16 2008, any entity that was specifically identified in 2001 Iowa
15 17 Acts, chapter 188, to receive funding from the department of
15 18 economic development, excluding any entity identified to
15 19 receive a direct appropriation beginning July 1, 2008, may
15 20 apply to the department for assistance through the appropriate
15 21 program. The department shall provide application criteria
15 22 necessary to implement this section.
15 23 Sec. 27. SHELTER ASSISTANCE FUND. In providing moneys
15 24 from the shelter assistance fund to homeless shelter programs
15 25 in the fiscal year beginning July 1, 2008, and ending June 30,
15 26 2009, the department of economic development shall explore the
15 27 potential of allocating moneys to homeless shelter programs
15 28 based in part on their ability to move their clients toward
15 29 self-sufficiency.
15 30 Sec. 28. UNEMPLOYMENT COMPENSATION PROGRAM.
15 31 Notwithstanding section 96.9, subsection 4, paragraph "a",
15 32 moneys credited to the state by the secretary of the treasury
15 33 of the United States pursuant to section 903 of the Social
15 34 Security Act shall be appropriated to the department of
15 35 workforce development and shall be used by the department for
16 1 the administration of the unemployment compensation program
16 2 only. This appropriation shall not apply to any fiscal year
16 3 beginning after December 31, 2008.
16 4 Sec. 29. Section 15.342A, Code 2007, is amended to read as
16 5 follows:
16 6 15.342A WORKFORCE DEVELOPMENT FUND ACCOUNT.
16 7 A workforce development fund account is established in the
16 8 office of the treasurer of state under the control of the
16 9 department. ~~The account shall receive funds pursuant to~~
~~16 10 section 422.16A up to a maximum of four million dollars per~~
~~16 11 year. The account shall also receive funds pursuant to~~
16 12 section 15.251 with no dollar limitation.

16 13 Sec. 30. Section 422.16A, Code 2007, is amended to read as
16 14 follows:

16 15 422.16A JOB TRAINING WITHHOLDING == ~~CERTIFICATION AND~~
~~16 16 TRANSFER PROJECT COMPLETION NOTIFICATION.~~

16 17 Upon the completion by a business of its repayment
16 18 obligation for a training project funded under chapter 260E,
16 19 including a job training project funded under section 15A.8 or
16 20 repaid in whole or in part by the supplemental new jobs credit
16 21 from withholding under section 15A.7 or section 15E.197, the
16 22 sponsoring community college shall report to the department of
16 23 economic development the amount of withholding paid by the
16 24 business to the community college during the final twelve
16 25 months of withholding payments. The department of economic
16 26 development shall notify the department of revenue ~~of that~~
~~16 27 amount. The department shall credit to the workforce~~
~~16 28 development fund account established in section 15.342A~~
~~16 29 twenty-five percent of that amount each quarter for a period~~
~~16 30 of ten years. If the amount of withholding from the business~~
~~16 31 or employer is insufficient, the department shall prorate the~~
~~16 32 quarterly amount credited to the workforce development fund~~
~~16 33 account. The maximum amount from all employers which shall be~~
~~16 34 transferred to the workforce development fund account in any~~
~~16 35 year is four million dollars when the project is completed.~~

17 1 Sec. 31. Section 469.10, subsection 2, Code Supplement
17 2 2007, is amended to read as follows:

17 3 2. Of the moneys appropriated to the office and deposited
17 4 in the fund, the office shall utilize up to ~~one~~ four and
17 5 five-tenths percent of the amount appropriated from the fund
17 6 for a fiscal year for administrative costs. From the funds
17 7 available for administrative costs, the office shall not
17 8 employ more than four full-time equivalent positions.

17 9 EXPLANATION

17 10 This bill makes appropriations and transfers from the
17 11 general fund of the state to the department of cultural
17 12 affairs, the department of economic development, the
17 13 university of Iowa, the university of northern Iowa, Iowa
17 14 state university, the department of workforce development,
17 15 Iowa finance authority, and the public employment relations
17 16 board for the 2008=2009 fiscal year.

17 17 The bill provides that the goals for the department of
17 18 economic development shall be to expand and stimulate the
17 19 state economy, increase the wealth of Iowans, and increase the
17 20 population of the state.

17 21 The bill appropriates from loan repayments on loans under
17 22 the former rural community 2000 program to the department of
17 23 economic development moneys for providing financial assistance
17 24 to Iowa's councils of governments that provide technical and
17 25 planning assistance to local governments.

17 26 The bill transfers moneys collected by the division of
17 27 insurance in excess of the anticipated gross revenues to the
17 28 department of economic development for purposes of insurance
17 29 economic development and international insurance economic
17 30 development.

17 31 The bill appropriates moneys from the general fund of the
17 32 state to the workforce development fund.

17 33 The bill provides that moneys appropriated or transferred
17 34 to or receipts credited to the workforce development fund may
17 35 be used for administration of workforce development

18 1 activities.

18 2 The bill provides that all moneys remaining in the job
18 3 training fund on July 1, 2008, and any moneys appropriated or
18 4 credited to the fund during the fiscal year beginning July 1,
18 5 2008, shall be transferred to the workforce development fund.

18 6 The bill requires the state board of regents to submit a
18 7 report on the progress of regents institutions in meeting the
18 8 strategic plan for technology transfer and economic
18 9 development.

18 10 The bill requires the department of workforce development
18 11 to establish accountability measures for all subcontractors.
18 12 The bill requires the auditor of state to annually conduct an
18 13 audit of the department of workforce development. The bill
18 14 requires the legislative services agency to conduct an annual
18 15 review of salaries paid to employees of entities organized
18 16 under chapter 28E and salaries paid under a contract with the
18 17 department of workforce development.

18 18 The bill appropriates moneys from the special employment
18 19 security contingency fund to the department of workforce
18 20 development for the division of workers' compensation.

18 21 The bill appropriates interest earned on the unemployment
18 22 compensation reserve fund to the department of workforce
18 23 development for the operation of field offices.

18 24 The bill allows the office of renewable fuels and
18 25 coproducts to apply to the department of economic development
18 26 for moneys in the value-added agricultural products and
18 27 processes financial assistance fund for deposit in the
18 28 renewable fuels and coproducts fund.
18 29 The bill requests the auditor of state to review the audit
18 30 of the Iowa finance authority performed by the auditor hired
18 31 by the authority.
18 32 The bill provides that, for the fiscal year beginning July
18 33 1, 2008, any entity that was specifically identified in 2001
18 34 Iowa Acts, chapter 188, to receive funding from the department
18 35 of economic development, excluding any entity identified to
19 1 receive a direct appropriation beginning July 1, 2008, may
19 2 apply to the department for assistance through the appropriate
19 3 program.
19 4 The bill provides that, in providing moneys from the
19 5 shelter assistance fund to homeless shelter programs, the
19 6 department of economic development shall explore the potential
19 7 of allocating moneys to programs based in part on their
19 8 ability to move their clients toward self-sufficiency.
19 9 The bill appropriates moneys from moneys credited to the
19 10 state by the secretary of the treasury of the United States
19 11 pursuant to the Social Security Act to the department of
19 12 workforce development for the administration of the
19 13 unemployment compensation program only.
19 14 The bill eliminates the \$4 million appropriation from
19 15 income tax withholding revenues to the workforce development
19 16 fund account.
19 17 Code section 469.10 is amended to increase the amount of
19 18 the appropriation from the general fund of the state that may
19 19 be used for administrative purposes of the office of energy
19 20 independence.
19 21 LSB 5013XG 82
19 22 tw/mg/5.2